

UNITED STATES BANKRUPTCY COURT  
DISTRICT OF OREGON

In re )  
Society of Jesus, Oregon Province, an ) Case No. 09-30938-elp  
Oregon domestic nonprofit religious )  
corporation )  
 ) APPLICATION FOR  
 ) ☐ INTERIM ☒ FINAL (**Mark ONE**)  
Debtor(s) ) PROFESSIONAL COMPENSATION

The applicant, Pachulski Stang Ziehl & Jones LLP, has performed professional services as a(n) Committee Counsel for the period from 3/4/09 to 8/14/11. Pursuant to 11 USC §§330 or 331, and LBR 2016-1, the applicant, by and through the undersigned, applies for compensation as marked above, and certifies the following is true and correct:

1. The applicant has received the following pre-filing compensation (indicate date, amount, payor, payor's relation to case, and description of all monies and any other consideration received):  
**None.**

2. Applicant requests allowance of compensation for: Professional Services of \$ 2,274,746.25; Expenses of \$ 226,212.93; for a Total of \$ 2,500,959.18.

3. [If applicable] Applicant was appointed by court order entered on 4/30/09, per an Application for Employment filed on 3/23/09. The employment order did not specify a rate of compensation except as follows:

4. Applicant's prior requests for compensation in this case are as follows:

Date of Application	Amount Requested	Amount Allowed	Amount Received	Payment Source
	Fees Expenses	Fees Expenses	Fees Expenses	

See attached Exhibit 1.

TOTALS: \$ 2,241,697.25 \$ 221,567.14 \$ 1,793,357.80 \$ 221,567.14 \$ 990,933.13 \$ 221,567.14

5. The applicant has not shared or agreed to share any compensation received or to be received for services rendered in connection with this case, except with a regular member, partner, or associate of Applicant's firm.

6. The rate of compensation, number of hours and requested fee for each person included in this application are summarized as follows:

<u>Timekeeper</u> <u>(name &amp; initials)</u>	<u>Title</u>	<u>Hourly</u> <u>Rate</u>	<u>Number</u> <u>Of Hours</u>	<u>Requested</u> <u>Fee</u>
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See attached Exhibit 2.

7. [Schedules A, B & C apply only if compensation is sought under 11 USC §§330 or 331] Attached and incorporated herein by reference are the following schedules (check those that apply):

- ☒ Schedule A - A narrative summary of services provided including total hours and resulting benefits to the estate of each activity category. [Preferred, but only mandatory if application exceeds \$3,000.]
- ☐ Schedule B - [If this is the First Application for Compensation] A brief narrative and itemization detailing all case-related PRE-PETITION fees. [Itemization mandatory; narrative mandatory if compensation requested exceeds \$3,000.]
- ☒ Schedule C - An itemized billing setting forth a description of each event, including the date, amount of time spent, and name of the person performing each event. **[Mandatory]** See Attached.

8. Applicant requests the following expense reimbursement: a. A total of \$ 221,567.14 for expenses that fall within the limits set forth in LBR 2016-1 (no itemization required); AND b. Other (describe each in detail):

9. ADDITIONAL REQUIREMENTS for INTERIM compensation application: (a) a current Interim Report, on LBF #753 for Chapter 7 cases or LBF #1153 for Chapter 11 cases, must be filed with the court before this Application is filed; AND (b) a completed and served Notice of Intent to Compensate Professional(s) using LBF #753.40 must be filed, and linked to each pertinent Application if filed electronically, before the Application will be considered by the court.

DATED: 9/14/11

9/13/11

/s/ Pamela M. Egan

Signature

Pamela M. Egan, Counsel to Committee, Tel: 415-263-7000

Signer's Name, Relation to Applicant, and Phone #

Pachulski Stang Ziehl & Jones LLP, 150 California Street, 15th Floor

Address

San Francisco, CA 94111

# **EXHIBIT 1**

## **PSZJ FINAL FEE APPLICATION SUMMARY OF PRIOR REQUESTS FOR PAYMENT**

**EXHIBIT 1 to PSZJ FINAL FEE APPLICATION**  
**Prior Requests for Compensation (1)**

	Amount Requested			Amount Allowed (Interim Basis)		Amount Paid -- All Amounts paid by Debtor (2)		Amount Unpaid (Running Balance)	
Date of Application (Dkt No.)	Fees	Expenses	Total	Fees	Expenses	Amount	Date of Payment	Interim Allowed Amount Outstanding	Final Amount Outstanding
5/15/09 (221)	\$ 194,817.00	\$ 10,725.08	\$ 205,542.08	\$ 155,853.60	\$ 10,725.08			\$ 166,578.68	\$ 205,542.08
6/15/09 (294)	\$ 89,541.00	\$ 10,331.37	\$ 99,872.37	\$ 71,632.80	\$ 10,331.37	\$ 150,000.00	6/15/2009	\$ 98,542.85	\$ 155,414.45
7/15/09 (369)	\$ 95,082.00	\$ 3,716.93	\$ 98,798.93	\$ 76,065.60	\$ 3,716.93			\$ 178,325.38	\$ 254,213.38
8/14/09 (431)	\$ 66,904.00	\$ 10,051.48	\$ 76,955.48	\$ 53,523.20	\$ 10,051.48			\$ 241,900.06	\$ 331,168.86
9/15/09 (476)	\$ 81,503.00	\$ 3,284.59	\$ 84,787.59	\$ 65,202.40	\$ 3,284.59			\$ 310,387.05	\$ 415,956.45
		\$ -	\$ -			\$ 190,266.30	10/6/2009	\$ 120,120.75	\$ 225,690.15
10/15/09 (505)	\$ 82,279.75	\$ 4,111.05	\$ 86,390.80	\$ 65,823.80	\$ 4,111.05			\$ 190,055.60	\$ 312,080.95
		\$ -	\$ -			\$ 68,486.90	11/3/2009	\$ 121,568.70	\$ 243,594.05
11/13/09 (549)	\$ 77,499.00	\$ 6,072.54	\$ 83,571.54	\$ 61,999.20	\$ 6,072.54			\$ 189,640.44	\$ 327,165.59
		\$ -	\$ -			\$ 69,934.85	12/7/2009	\$ 119,705.59	\$ 257,230.74
12/15/09 (569)	\$ 28,966.50	\$ 1,366.07	\$ 30,332.57	\$ 23,173.20	\$ 1,366.07			\$ 144,244.86	\$ 287,563.31
		\$ -	\$ -			\$ 42,992.85	1/12/2010	\$ 101,252.01	\$ 244,570.46
1/15/10 (618)	\$ 67,675.00	\$ 1,837.82	\$ 69,512.82	\$ 54,140.00	\$ 1,837.82			\$ 157,229.83	\$ 314,083.28
2/12/10 (644)	\$ 175,173.50	\$ 14,217.11	\$ 189,390.61	\$ 140,138.80	\$ 14,217.11			\$ 311,585.74	\$ 503,473.89
		\$ -	\$ -			\$ 32,131.00	2/26/2010	\$ 279,454.74	\$ 471,342.89
3/15/10 (693)	\$ 166,105.50	\$ 11,745.07	\$ 177,850.57	\$ 132,884.40	\$ 11,745.07			\$ 424,084.21	\$ 649,193.46
		\$ -	\$ -			\$ 43,109.34	3/22/2010	\$ 380,974.87	\$ 606,084.12
4/15/10 (731)	\$ 145,527.00	\$ 16,926.60	\$ 162,453.60	\$ 116,421.60	\$ 16,926.60			\$ 514,323.07	\$ 768,537.72
		\$ -	\$ -			\$55,195.11	4/16/2010	\$ 459,127.96	\$ 713,342.61
		\$ -	\$ -			\$ 99,788.00	5/3/2010	\$ 359,339.96	\$ 613,554.61
5/14/10 (765)	\$ 81,538.00	\$ 11,690.85	\$ 93,228.85	\$ 65,230.40	\$ 11,690.85			\$ 436,261.21	\$ 706,783.46
		\$ -	\$ -			\$ 37,600.06	5/28/2010	\$ 398,661.15	\$ 669,183.40
6/15/10 (808)	\$ 71,113.00	\$ 16,071.20	\$ 87,184.20	\$ 56,890.40	\$ 16,071.20			\$ 471,622.75	\$ 756,367.60
		\$ -	\$ -			\$ 31,521.28	6/21/2010	\$ 440,101.47	\$ 724,846.32
7/15/10 (837)	\$ 52,564.50	\$ 8,568.70	\$ 61,133.20	\$ 42,051.60	\$ 8,568.70			\$ 490,721.77	\$ 785,979.52
		\$ -	\$ -			\$ 40,850.38	7/19/2010	\$ 449,871.39	\$ 745,129.14
8/16/10 (893)	\$ 52,471.50	\$ 6,951.27	\$ 59,422.77	\$ 41,977.20	\$ 6,951.27			\$ 498,799.86	\$ 804,551.91
9/14/10 (919)	\$ 127,463.00	\$ 2,601.58	\$ 130,064.58	\$ 101,970.40	\$ 2,601.58			\$ 603,371.84	\$ 934,616.49
		\$ -	\$ -			\$ 24,844.06	9/20/2010	\$ 578,527.78	\$ 909,772.43
10/14/10 (948)	\$ 119,005.00	\$ 25,307.15	\$ 144,312.15	\$ 95,204.00	\$ 25,307.15			\$ 699,038.93	\$ 1,054,084.58

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**EXHIBIT 1 to PSZJ FINAL FEE APPLICATION**  
**Prior Requests for Compensation (1)**

	Amount Requested			Amount Allowed (Interim Basis)		Amount Paid -- All Amounts paid by Debtor (2)		Amount Unpaid (Running Balance)	
Date of Application (Dkt No.)	Fees	Expenses	Total	Fees	Expenses	Amount	Date of Payment	Interim Allowed Amount Outstanding	Final Amount Outstanding
			\$ -			\$ 46,575.40	10/18/2010	\$ 652,463.53	\$ 1,007,509.18
11/15/10 (975)	\$ 34,217.50	\$ 7,048.56	\$ 41,266.06	\$ 27,374.00	\$ 7,048.56	\$ 53,796.15	11/15/2010	\$ 633,089.94	\$ 994,979.09
12/13/10 (985)	\$ 32,138.50	\$ 2,158.05	\$ 34,296.55	\$ 25,710.80	\$ 2,158.05			\$ 660,958.79	\$ 1,029,275.64
			\$ -			\$ 36,178.76	12/16/2010	\$ 624,780.03	\$ 993,096.88
1/14/11 (1003)	\$ 23,166.50	\$ 5,070.73	\$ 28,237.23	\$ 18,533.20	\$ 5,070.73			\$ 648,383.96	\$ 1,021,334.11
			\$ -			\$ 20,798.93	1/19/2011	\$ 627,585.03	\$ 1,000,535.18
2/8/11 (1014)	\$ 33,964.50	\$ 7,888.89	\$ 41,853.39	\$ 27,171.60	\$ 7,888.89			\$ 662,645.52	\$ 1,042,388.57
			\$ -			\$ 28,419.55	2/28/2011	\$ 634,225.97	\$ 1,013,969.02
3/10/11 (1072)	\$ 84,444.00	\$ 3,963.37	\$ 88,407.37	\$ 67,555.20	\$ 3,963.37			\$ 705,744.54	\$ 1,102,376.39
			\$ -			\$ 33,196.19	3/22/2011	\$ 672,548.35	\$ 1,069,180.20
4/15/11 (1116)	\$ 99,386.00	\$ 18,310.80	\$ 117,696.80	\$ 79,508.80	\$ 18,310.80			\$ 770,367.95	\$ 1,186,877.00
			\$ -			\$ 48,207.92	4/18/2011	\$ 722,160.03	\$ 1,138,669.08
5/11/11 (1158)	\$ 28,084.00	\$ 1,829.86	\$ 29,913.86	\$ 22,467.20	\$ 1,829.86			\$ 746,457.09	\$ 1,168,582.94
			\$ -			\$ 38,462.82	5/16/2011	\$ 707,994.27	\$ 1,130,120.12
6/10/11 (1216)	\$ 29,121.50	\$ 5,234.68	\$ 34,356.18	\$ 23,297.20	\$ 5,234.68			\$ 736,526.15	\$ 1,164,476.30
			\$ -			\$ 13,812.72	6/13/2011	\$ 722,713.43	\$ 1,150,663.58
7/13/11 (1306)	\$ 36,262.00	\$ 4,035.72	\$ 40,297.72	\$ 29,009.60	\$ 4,035.72			\$ 755,758.75	\$ 1,190,961.30
8/11/11 (1341/1342)	\$ 65,684.50	\$ 450.02	\$ 66,134.52	\$ 52,547.60	\$ 450.02			\$ 808,756.37	\$ 1,257,095.82
						\$ 3,053.63	8/30/2011	\$ 805,702.74	\$ 1,254,042.19
						\$ 3,278.07	9/8/2011	\$ 802,424.67	\$ 1,250,764.12
<b>TOTALS (per fee statements):</b>				<b>\$ 1,793,357.80</b>	<b>\$ 221,567.14</b>	<b>\$ 1,212,500.27</b>		<b>\$ 802,424.67</b>	<b>\$ 1,250,764.12</b>
8/1 - 8/15/11	\$33,049	\$ 4,645.79	\$ 37,694.79		costs paid	\$ (221,567.14)			\$ 37,694.79
TOTAL	\$ 2,274,746.25	\$ 226,212.93	\$ 2,500,959.18		fees pad	\$ 990,933.13			\$ 1,288,458.91

Notes:

- (1) Pursuant to an Order entered by the Court on 8/11/2011, Docket No. 1347, professionals need only submit a summary of prior fee statements.  
(2) When the Debtor made payments, no allocation was made between fees and expenses. For purposes of this fee application, receipts are applied to expenses first, then fees.

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## **EXHIBIT 2**

# **PSZJ FINAL FEE APPLICATION SUMMARY BY TIMEKEEPER**

2

## Exhibit 2 to PSZJ Final Fee Application

<b>Timekeeper</b>	<b>Title</b>	<b>Billing Rate</b>	<b>Hours</b>	<b>\$ Amount</b>
Barton, David J. (DJB)	Partner	640	0.90	576.00
Bass, John F. (JFB)	Paralegal	150	459	68,850.00
Bass, John F. (JFB)	Paralegal	160	260.2	41,632.00
Brandt, Gina F. (GFB)	Of Counsel	525	51.5	27,037.50
Brandt, Gina F.	Of Counsel	550	125.4	68,970.00
Brandt, Gina F.	Of Counsel	575	0.1	57.50
Brandt, Gina F.	Of Counsel	595	17.3	10,293.50
Brown, Gillian N. (GNB)	Partner	0	0.2	0.00
Brown, Gillian N.	Partner	475	11.4	5,415.00
Brown, Gillian N.	Partner	495	55.2	27,324.00
Brown, Gillian N.	Partner	515	49.7	25,595.50
Brown, Gillian N.	Partner	550	96	52,800.00
Brown, Kenneth H. (KHB)	Partner	640	104.7	67,008.00
Caine, Andrew W. (AWC)	Of Counsel	640	0.2	128.00
Dassa, Beth D. (BDD)	Paralegal	225	30.5	6,862.50
Dassa, Beth D.	Paralegal	255	8.7	2,218.50
De Leon, Anna L. (ALD)	Legal Assistant	150	99.6	14,940.00
Disse, Werner (WD)	Of Counsel	495	1.5	742.50
Downing, Virginia L. (VLD)	Legal Assistant	150	3.5	525.00
Egan, Pamela M. (PES/PME) (1)	Of Counsel	0	0.1	0.00
Egan, Pamela M.	Of Counsel	495	0.5	0.00
Egan, Pamela M.	Of Counsel	495	105.7	52,321.50
Egan, Pamela M.	Of Counsel	515	609.8	314,047.00
Egan, Pamela M.	Of Counsel	525	10.5	5,512.50
Egan, Pamela M.	Of Counsel	550	83.7	46,035.00
Forrester, Leslie A. (LAF)	Director of Research	250	17.9	4,475.00
Forrester, Leslie A.	Director of Research	260	13.8	3,588.00
Forrester, Leslie A.	Director of Research	275	3.6	990.00
Goldich, Stanley E. (SEG)	Partner	640	27.6	17,664.00
Grassgreen, Debra I. (DIG)	Partner	640	0.4	256.00
Haney, Julia F. (JFH)	Legal Assistant	150	274	41,100.00
Harrison, Felice S. (FSH)	Paralegal	225	36.1	8,122.50
Harrison, Felice S.	Paralegal	235	22.2	5,217.00
Harrison, Felice S.	Paralegal	255	1.1	280.50
Hinojosa, Diane H. (DHH)	Legal Assistant	150	78.4	11,760.00
Hochman, Harry D. (HDH)	Of Counsel	575	29.3	16,847.50
Hochman, Harry D.	Of Counsel	595	7.8	4,641.00
Hochman, Harry D.	Of Counsel	625	1.5	937.50
Hong, Nina L. (NLH)	Partner	550	46	25,300.00
Hunter, James K. T. (JH)	Of Counsel	640	34.1	21,824.00
Kahn, Steven J. (SJK)	Of Counsel	640	6.6	4,224.00

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## Exhibit 2 to PSZJ Final Fee Application

Timekeeper	Title	Billing Rate	Hours	\$ Amount
Kapur, Teddy M. (TMK)	Associate	425	0.5	212.50
Kapur, Teddy M.	Associate	450	57.5	25,875.00
Kharasch, Ira D. (IDK)	Partner	640	2.3	1,472.00
Kornfeld, Alan J. (AJK)	Partner	640	0.5	320.00
Lane, Mary D. (MDL)	Of Counsel	550	131.2	66,165.00
Lucas, John W. (JWL)	Associate	450	0.3	135.00
Matteo, Michael A. (MAM)	Paralegal	195	149.1	29,074.50
Matteo, Michael A.	Paralegal	205	6.6	1,353.00
Nasatir, Iain A. W. (IAWN)	Partner	640	3.7	2,368.00
Orgel, Robert B. (RBO)	Partner	640	1.3	832.00
Parker, Daryl G. (DGP)	Of Counsel	640	0.2	128.00
Pomerantz, Jason S. (JSP)	Of Counsel	595	14.5	8,627.50
Quinlivan, Shawn A. (SAQ)	Paralegal	225	95.2	21,420.00
Quinlivan, Shawn A.	Paralegal	235	20	4,700.00
Rafatjoo, Hamid R. (HRR)	Partner	0	2	0.00
Rafatjoo, Hamid R.	Partner	297.5	1.3	386.75
Rafatjoo, Hamid R.	Partner	525	115.4	60,585.00
Rafatjoo, Hamid R.	Partner	595	139.2	82,824.00
Rafatjoo, Hamid R.	Partner	650	3.9	2,535.00
Richards, Jeremy V. (JVR)	Partner	640	0.7	448.00
Rojas, Jorge E. (JER)	Paralegal	195	118.1	22,620.00
Rojas, Jorge E.	Paralegal	205	96.8	19,844.00
Stang, James I. (JIS)	Partner	0	1.5	0.00
Stang, James I.	Partner	640	1.2	0.00
Stang, James I.	Partner	640	1374.6	879,744.00
Stang, Nelle R. (NRS)	Legal Assistant	150	2.2	330.00
Suk, Kati L. (KLS)	Paralegal	175	12.7	2,222.50
Suk, Kati L.	Paralegal	185	24.4	4,514.00
Suk, Kati L.	Paralegal	200	45.6	9,120.00
Wagner, Elissa A. (EAW)	Of Counsel	495	36.1	17,869.50
Wilson, Megan J. (MJW)	Legal Assistant	150	22.9	3,435.00
Wilson, Paige C. (PCW)	Legal Assistant	150	43.7	6,555.00
<b>TOTAL:</b>			<b>5,311.50</b>	<b>2,281,833.75</b>
The Firm made a downward adjustment of \$7,087.50 early in the case.				-7,087.50
				<b>2,274,746.25</b>

### Notes:

(1) Pamela M. Egan's name has changed from Pamela E. Singer. Therefore, her initials have changed from to PME from PES.



# **SCHEDULE A**

PSZJ FINAL FEE APPLICATION

NARRATIVE SUMMARY OF

SERVICES PROVIDED

**SCHEDULE A**  
**NARRATIVE SUMMARY OF SERVICES PROVIDED**

**I.**

**PRELIMINARY INFORMATION FOR FINAL FEE PERIOD OF MARCH 4, 2009**  
**THROUGH AUGUST 14, 2011**

By way of this Application, Pachulski Stang Ziehl & Jones LLP (the "Firm" or "PSZJ") seeks final approval of compensation and reimbursement of expenses for the period March 4, 2009 through August 14, 2011 as follows:

<b>Summary</b>	
Total Fees and Expenses Sought	\$ 2,500,959.18 <sup>1</sup>
Fees Sought	\$ 2,274,746.25
Expenses Sought	\$ 226,212.93
Fee Retainer	\$ 0
Pre-Petition Amounts	\$ 0
Amount Approved on an Interim Basis Per Monthly Fee Statements filed for fees and costs through 7/31/11.	\$ 2,014,924.94
Interim Fees Approved	\$ 1,793,357.80
Interim Costs Approved	\$ 221,567.14
Amount Paid Per Monthly Fee Statements	\$ 1,212,500.27
Unpaid Balance	\$ 1,288,458.91

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<sup>1</sup> The Firm also seeks approval of the fees incurred in the preparation of this Application and any hearing thereon in the estimated amount of \$20,000.

<b>Blended Hourly Rate for the Final Fee Period<sup>2</sup></b>	
Including paraprofessionals:	\$428.00
Excluding paraprofessionals	\$578.00

## II.

### INTRODUCTION

When the Society of Jesus, Oregon Province (the “Debtor” or the “Province”) filed this case on February 17, 2009, 153 claims of sexual, physical and mental abuse were pending against the Debtor, with significant additional claims forthcoming. After accounting for duplication and amendments, 536 abuse claims were ultimately filed in this case. In addition, the Catholic Bishop of North America (“CBNA”), Seattle University, and the trust formed in the Archdiocese of Portland bankruptcy case were asserting significant claims of contribution and indemnity against the Debtor arising from abuse claims.

In its Schedules of Assets and Liabilities, the Debtor reported that less than \$5 million in assets was available to cover these claims. The Debtor and its primary insurers (collectively, “Safeco”) were also claiming that no remaining coverage was available for Alaska-based claimed. Other insurers were raising numerous aggressive defenses to claims, including that policies were lost, the abuse did not constitute an “occurrence” within the meaning of the policies, the abuse was “expected or intended” and therefore not covered, notice of the claims was provided late, the abuse occurred outside of the coverage period, and certain employment-related exclusions precluded coverage. Under the guise of financial availability to fund interim fee and costs awards in full, the Debtor requested and obtained a monthly cap of \$150,000 on all payments of professional fees.

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<sup>2</sup> The blended hourly rate is the amount of fees divided by the number of hours billed.

Exhibit 1 to this Application's cover sheet reflects the financial burden on the Firm by virtue of the monthly short-pays.

Despite these obstacles and the burden of non-payment, the Firm committed itself to this case. It demanded and obtained more than a hundred thousand pages of documents, that were produced by the Debtor and other entities in varying states of disarray. After organizing, reviewing, and analyzing these documents, the Firm researched and developed multiple avenues of recovery for the benefit of creditors. The Firm moved for authority to bring a fraudulent transfer action against Safeco to unwind the deal between the Debtor and Safeco pursuant to which both parties had tried to wipe out insurance coverage for all Alaska-based claims based on a settlement relating to only some Alaska-based claims. The Firm also commenced adversary proceedings against (i) the Debtor and other entities for declaratory relief that millions of dollars worth of additional assets were in fact available to survivors and other creditors and (ii) Pioneer Educational Society for substantive consolidation.

The Firm provided significant input with respect to the notice of the claim bar date, the form of the proof of claim for abuse survivors and the manner of publication of that notice. Notice of the claims bar date was particularly important in this case, because many abuse claimants live in remote rural areas and also travel during certain parts of the year to pursue subsistence hunting and gathering. The Committee obtained Court approval to gain access to the Debtor's annual directories which identified the location of each member of the Oregon Province. This information enabled State Court Counsel to track identified abusers and ensure notice to individuals in the areas where such abusers were assigned.

The Firm took an active and leading role in the selection of The Honorable Gregg W. Zive as global mediator and in the multiple in-person mediation sessions with Judge Zive that followed in Portland, Oregon and in Reno, Nevada. The Firm played a leading role in the negotiations that occurred before, during, and after these sessions.

**Page 3 - SCHEDULE A TO PSZJ FINAL FEE APPLICATION**

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The Committee played a leading role in the development and drafting of the plan, the disclosure statement, the trust agreement relating to the plan, and plan solicitation materials. In short, the Firm was actively involved in all aspects of this case.

As a result of these efforts, the Debtor paid \$48.1 million to a plan trust. Of this \$48.1 million payment, \$5 million has been set aside to pay professional fees. In addition, several of the Debtor's insurers have contributed approximately \$120 million, for a total plan contribution of approximately \$168 million. Deducting the \$5 million set-aside for professionals, approximately \$163 is available to the trust which makes the payment to abuse claimants.<sup>3</sup> The contribution claims of CBNA, the trust created in the Archdiocese of Portland and Seattle University have also been extinguished pursuant to the plan – although, importantly, abuse claimants remain free, subject to a confirmed reorganization plan, to pursue these entities for additional recoveries.

In addition to these significant monetary recoveries, the Committee negotiated and obtained non-monetary covenants that are more advanced than anything that had been imposed previously.<sup>4</sup> For many, these non-monetary covenants are as important or even more important than the \$168 million that the Debtor, related entities, and its insurers were forced to contribute.

The non-monetary covenants in this case include, but are not limited to: prominent publication of perpetrators who are members of the Province; letters of apology, signed personally by the Provincial to the more than 500 survivors who filed claims in this case; private conferences between the Provincial and those survivors who wish to have such a meeting; a policy requiring members of the Province to (i) stop referring to sexual abuse claimants as “alleged” claimants, “alleged” victims or “alleged” survivors, and (ii) report any knowledge of sexual abuse to state and

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<sup>3</sup> Out of this \$163 million, \$7.233 million has been set aside for the benefit of future abuse claimants, as set forth more specifically in the plan.

<sup>4</sup> While the non-monetary covenants in the bankruptcy case of the Catholic Diocese of Wilmington are different, the order confirming the plan that contains these covenants is on appeal in connection with other issues.

local authorities (other than knowledge obtained through confession); and public letters of gratitude from the Provincial to survivors for their courage in coming forward and speaking about the abuse that they endured.

In light of the results, the complexity of the case, and the obstacles facing PSZJ during this case, the PSZJ respectfully submits that its fees and expenses in the total amount of \$2,375,937.60 representing \$2,154,370.75 in fees and \$221,566.85 in expenses are reasonable and should be allowed in full on a final basis. Further, the net unpaid balance of \$1,349,929.95 in fees and expenses should be paid in full.

### **III.**

#### **BRIEF OVERVIEW OF THE BANKRUPTCY CASE**

On February 17, 2009 (the "Petition Date"), the Debtor filed a voluntary petition for relief under chapter 11 of title 11 of the United States Code, 11 U.S.C. §§ 101-1532 (the "Bankruptcy Code") in the United States Bankruptcy Court for the District of Oregon.

On or about March 3, 2009, the United States Trustee (the "UST") appointed the Official Committee of Unsecured Creditors. The UST filed the notice of appointment of the Committee on March 12, 2009. Pursuant to an Order dated April 14, 2009, the Court granted the Committee's application to employ PSZJ effective as of March 4, 2009 [Docket No. 183].

By Order entered on October 13, 2009 [Docket No. 494], The Honorable Gregg W. Zive, U.S. Bankruptcy Judge for the District of Nevada, was appointed as global mediator in this case. In person mediation sessions were held in Portland, Oregon on March 23-24, 2009 and August 2-3, 2009 and in Reno, Nevada on February 11-12, 2010, April 22-23, 2010, and September 7, 2010. A meeting of the Debtor, insurers and the Committee was also held in Chicago, Illinois on January 18, 2011.

On July 7, 2011, this Court approved the plan of reorganization (the “Plan”) that had been jointly drafted and submitted by the Debtor, the Committee and the Future Claims Representative. [Docket No. 1336] The Effective Date under the Plan occurred on August 15, 2011.

#### IV.

#### **SERVICES RENDERED AND TIME EXPENDED**

In connection with this Application, the Firm has classified all services performed into categories. PSZJ attempted to place the services performed in the category that best relates to the service provided. However, because certain services in the Debtor’s chapter 11 case implicate multiple categories, services pertaining to one category may occasionally be found in another. PSZJ used the following billing categories:

- Asset Analysis/Recovery
- Avoidance Actions
- Asset Disposition
- Appeals
- Bankruptcy Litigation
- Case Administration
- Claims Administration/Objections
- Compensation of Professionals
- Compensation of Professionals/Other
- Executory Contracts
- Fee/Employment Applications
- Financial Filings
- General Creditors’ Committee
- Hearings
- Insurance Coverage
- Meeting of Creditors
- Non-Bankruptcy
- Operations
- Plan & Disclosure Statement
- Retention of Professionals
- Retention of Professionals/Other
- Stay Litigation

- Stay Relief (FC02)
- Travel

**1. Asset Analysis/Recovery<sup>5</sup>**

Total Hours: 2064.90

Total Fees: \$556,503.00

Time billed to this category primarily relates to identifying assets of the Debtor and of others that could be made available to the abuse survivors. A significant portion of the time billed to this category involved obtaining documents that would reveal available assets and insurance policies. Obtaining documents involves indentifying the party that would have the documents, identifying the documents that would be in the party's possession and drafting and framing the document requests so as to maximize the relevancy of documents eventually produced.

The Firm drafted and filed Rule 2004 applications to obtain documents from the Debtor, Gonzaga University and Seattle University. Each of these entities objected to the Rule 2004 applications.

After briefings and hearings, the Court granted the Rule 2004 applications and the parties began producing documents. However, the Firm was still required to file motions to compel to obtain all the requested documents. Ultimately, the Firm indexed, organized, and reviewed approximately 110,000 pages of documents that were produced in varying degrees of organization and disarray.

The Firm's analysis of these documents enabled the Committee to bring (i) a declaratory relief against Pioneer Education Society for substantive consolidation and (ii) a declaratory relief action against the Debtor and related entities that \$84 million in assets were not held in trust or restricted, and were thus available to the abuse survivors. This information was also instrumental in obtaining (i) the settlements with the Debtor's insurers and other insurers pursuant to which these

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<sup>5</sup> In this section, all capitalized terms have the meaning ascribed to them in the Plan, unless otherwise defined in this section.



insurers contributed approximately \$120 million to the trust established pursuant to the Plan (the “Trust”) for the benefit of creditors and (ii) the settlement with the Debtor and other entities, including Pioneer Education Society, pursuant to which these parties contributed \$48.1 million to the Trust.

Document production and review also allowed the Committee to pursue the avoidance actions that the Committee commenced and that the Trust is now prosecuting.

## **2. Avoidance Actions**

Total Hours: 265.90

Total Fees: \$136,404.50

Time billed to this category relates to the adversary proceedings that the Committee filed against various parties in order to avoid and recover for the benefit of the estate certain transfers made to the Debtor. On February 23, 2010, the Firm filed its *Motion for Authority to Commence, Prosecute and Settle Litigation on Behalf of the Bankruptcy Estate Against Safeco* (the “Avoidance Motion”) [Doc. 660] to obtain authorization to avoid as a fraudulent transfer a release that the Debtor had given to Safeco and pursuant to which the Debtor agreed not to make any further claims against its insurance policies with Safeco with respect to Alaska-based claims. In exchange for this release, Safeco had contributed \$43 million. The Firm believed that these claims were worth substantially more than \$43 million and therefore, the release was avoidable pursuant to section 548 of the Bankruptcy Code.

The Debtor objected to the Avoidance Motion, and the Avoidance Motion was continued by stipulated order entered April 7, 2010 [Docket No. 715]. The Avoidance Motion was resolved by the Plan and a buy back motion, pursuant to which Safeco contributed an additional \$118 million to the Trust for the benefit of creditors.

On February 15, 2011, the Court entered a stipulated order, between the Committee and the Debtor, authorizing the Committee to pursue avoidance actions that the Committee deemed

necessary or advisable to pursue. Because the deadline to file avoidance actions expired merely two days after entry of that stipulated order, the Firm deemed it necessary, in order to preserve the rights of the estate, to file avoidance actions against all parties against whom it potentially wanted to pursue such an action.

The Firm did not serve the avoidance action complaints in 14 cases and those cases were dismissed after the Firm determined that preservation of avoidance actions against the applicable defendants was not necessary. The Firm served the complaints in the remaining 25 avoidance actions. Of those remaining avoidance actions, 19 are still pending, five were dismissed by operation of the Plan because the defendants are Participating Parties (as defined in the Plan) who received a release, and one was dismissed because the defendant established a complete defense. Three of these pending cases have settled in principle.

### **3. Asset Disposition**

Total Hours: 0.20  
Total Fees: \$128.00

The time billed to this category is de minimis.

### **4. Appeals**

Total Hours: 0.20  
Total Fees: \$119.00

The time is de minimis. It relates to an appeal by an individual who resided in a federal facility for the mentally ill.

### **5. Bankruptcy Litigation**

Total Hours: 982.80  
Total Fees: \$485,512.50

Time billed to this category primarily relates to (a) litigation (the "Pioneer Litigation") that the Committee commenced against the Pioneer Educational Society ("Pioneer") and related parties,

for substantive consolidation, which was settled pursuant to plan negotiations, (b) litigation (the “Arca Litigation”) that the Committee commenced against the Debtor and related entities regarding ownership of financial assets and real estate alleged to be held by the Debtor in certain funds or “arcas,” which was settled pursuant to plan negotiations, (c) litigation (“Society of Jesus/Rome Litigation”) that state court counsel commenced against the Society of Jesus in Rome, and related parties, which was not settled pursuant to plan negotiations and which may continue outside of this case, (d) discovery relevant to pending bankruptcy litigation, and (e) review and analysis of litigation strategies to overcome the numerous defenses and tactics raised by the Debtor, related entities and the Debtor’s insurers.

The Pioneer Litigation and the Arca Litigation played an important role in causing the Debtor and Participating Third Parties (as defined in the Plan) to contribute \$48.1 million to the Trust for the benefit of creditors. After extensive research and analysis of the law and relevant documents, the Firm had concluded that money held in the arcas and by Pioneer should be made available to survivors.

With respect to the Society of Jesus/Rome Litigation, the plaintiffs’ rights are preserved against the defendants and the plaintiffs will continue to press the defendants in the Society of Jesus/Rome Litigation outside of this bankruptcy case. The Society of Jesus in Rome had asserted that it was entitled to sovereign immunity, which would have limited survivors’ ability to recover. The Society of Jesus abandoned this position after significant research by the Firm, pursuant to which the Firm had concluded that the Society of Jesus in Rome was not entitled to sovereign immunity. The Firm also provided significant input on how to obtain discovery from the Society of Jesus in Rome, including how to obtain insurance policies that may ultimately provide additional compensation to survivors.

The Committee also analyzed and researched various theories of recovery against the Debtor and other potentially liable entities, including theories of alter ego, substantive consolidation, and

Committee standing to bring declaratory relief against insurers. These issues also involved analysis of the jurisdiction of the bankruptcy court over potentially liable third parties.

The Firm believes that its litigation advocacy was instrumental in causing the Debtor, the Participating Third Parties (as defined in the Plan), and the insurers to contribute approximately \$168 million to the Trust. This result represents a 37-fold increase over the \$4.5 million that the Debtor and its insurers had initially reported as available to creditors.

#### **6. Case Administration**

Total Hours: 119.80  
Total Fees: \$34,021.50

Time billed to this category primarily relates to administrative matters, including, without limitation: preparing *pro hac vice* applications; reviewing the docket; maintaining a critical dates calendar for the case; updating the master mailing matrix; communicating with the Court, the UST, the Debtor, other professionals and other case constituents and interested parties regarding issues relating to the administration of the case; and performing other miscellaneous services related thereto.

#### **7. Claims Administration/Objections**

Total Hours: 247.10  
Total Fees: \$105,563.50

Time billed to this category primarily relates to (i) the bar date and notice, publication thereof, including information from the Debtor that would assist in locating survivors who would likely have a claim, (ii) preserving the confidentiality of survivors who filed claims, (iii) the form of the proof of claim, (iv) tracking and summarizing filed abuse claims, which summary was used in the mediation sessions, and (v) the appointment of a future claims representative and the treatment of future claims.

The Firm provided significant input with respect the manner of publication of the bar date and monitored the Debtor's compliance with publication requirements in order to maximize notice of the claims bar date. The Firm also billed time to obtaining directories and other catalogues that would identify where known pedophiles and other abusers had worked or lived. The Firm had concluded that survivors would be found in areas where perpetrators had worked or lived and ensured that notice of the bar date was published in those areas listed in the directories and catalogs.

The Firm also had substantial input on the form of the proof of claim to be used by abuse survivors. It also maintained a chart of all abuse claims and created redacted versions thereof to preserve confidentiality. The Firm's claim summary was useful in the mediation sessions. In January 2010, the Debtor filed a motion seeking to expand the group of individuals who could receive confidential information contained in proofs of claims. The Debtor did not serve approximately 60 claimants whose information was proposed to be disclosed to a greater group. The Debtor also sought to disclose information to CBNA and the future claims representative in that case. The Court agreed with the Firm that affected claimants had to be served and that CBNA should not be entitled to the confidential information because CBNA had already proposed a reorganization plan that excluded CBNA from the claims liquidation process.

Issues relating to a future claimants representative (also referred to herein as "FCR") were also important in this case because a survivor may not realize until after the bar date the damages suffered by virtue of his or her abuse. However, defining who should be entitled to file a claim after the bar date raises complex issues regarding the application of statutes of limitations and legislatures' efforts to resurrect statutes of limitations after they had expired. The Firm played a direct role in the appointment of the future claims representative and in the definition of a future claim. It objected to the Debtor's selection of a future claims representative, identified an alternative, more suitable, future claims representative, discussed the issue with the UST and successfully presented the Committee's position to the Court on these issues. The Firm worked

closely with the FCR on issues of common interest. The FCR did not retain counsel in this case and the Firm believes that the cooperative relationship was a factor in that decision and the resulting savings to the estate.

#### **8. Compensation of Professionals**

Total Hours: 89.80

Total Fees: \$35,981.50

Time billed to this category primarily relates to the establishment of interim fee procedures, the preparation of monthly fee statements pursuant to those procedures, and handling of the UST's objections to certain of those fees statements.

Pursuant to the *Order Establishing Procedures for Payment of Interim Professional Fees and Expenses on a Monthly Basis* [Docket No. 193], professionals were permitted to file monthly fee statements and to be compensated, on an interim basis, for 80% of their fees and 100% of the expenses advanced in this case. Pursuant to these procedures, PSZJ filed 28 monthly fee statements in this case, covering the period from March 4, 2009 through July 31, 2011.<sup>6</sup>

Early in the case, the UST objected to certain of the Committee's fee statements on numerous grounds. The Firm worked with the UST to resolve most of these objections. The Court resolved the remaining objections in the Firm's favor. [Docket No. 518, transcript of hearing]

The Firm's professionals also billed time relating to Local Bankruptcy Rule 2016-1. However, because the bulk of the Firm's time relating to this issue was billed to Retention of Professionals, that issue is discussed in that section of this Schedule A.

The Firm also requests approval of fees incurred preparing this Application and any hearing thereon in the estimated amount of \$20,000.

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<sup>6</sup> The Firm has not submitted a fee statement for fees incurred from August 1, 2011 through August 15, 2011, which is the Effective Date of the Plan. Those fees are requested in this Application.

## **9. Compensation of Professionals/Other**

Total Hours: 102.30  
Total Fees: \$49,342.00

Time billed to this category relates to assisting Morgan, Lewis & Bockius, LLP (“MLB”), special insurance counsel to the Committee, and LECG, LLC (“LECG”), the Committee’s financial analysts, with their interim fee statements and final fee applications. With respect to MLB’s fees, the Firm also negotiated a budget and filed two motions to increase that budget as the case progressed. With respect to LECG, the Firm filed motions to increase the cap on LECG’s fees.

## **10. Executory Contracts**

Total Hours: 3.40  
Total Fees: \$2,171.50

Time billed to this category relates to the Committee’s opposition to the Debtor’s *Motion for Order Declaring Leases/Agreements Regarding Community Residence Property Are Not Nonresidential Real Property Leases or in the Alternative for an Extension of Time to Assume or Reject Such Leases or Agreements* [Docket No. 284].

## **11. Fee/Employment Applications**

Total Hours: 2.0  
Total Fees: \$1,030.00

This time relates to the monthly fee statements filed by various professionals, and should properly be included in the Compensation of Professionals or Compensation of Professionals/Other categories, discussed above.

## **12. Financial Filings**

Total Hours: 2.4  
Total Fees: \$1,394.00

This time relates primarily to the review of the Debtor’s statements of financial affairs, and review of the budgets attached to the operating order.

### **13. General Creditors' Committee**

Total Hours: 147.10  
Total Fees: \$90,371.50

This time relates primarily to discussions with State Court Counsel and Committee members regarding case status and other general matters over the course of the entire case. The Firm usually had weekly conference calls with State Court Counsel and the Committee. The matters discussed at the meetings included the setting of the claims bar date, the appointment of the future claims representative, identifying assets and insurance policies, the progress of obtaining discovery from the Debtor and third parties, the Arca Litigation, the Pioneer Litigation, the multiple mediation sessions, disputes and negotiations with the Debtor's insurers, plan formulation, the various allocation methods for payment of plans through the Trust, and avoidance actions.

### **14. Hearings**

Total Hours: 0.50  
Total Fees: \$257.50

This time relates to attendance at the hearing on a motion to intervene and is properly included in the Bankruptcy Litigation category, discussed above.

### **15. Insurance Coverage**

Total Hours: 44.00  
Total Fees: \$27,696.00

This time relates primarily to disputes and negotiations with the Debtor's insurers. The bulk of insurance coverage representation of the Committee was handled by MLB. The majority of the fees in this category reflect the consultations with MLB regarding the interplay of the bankruptcy and insurance issues. As set forth in the narrative relating to Avoidance Actions, Safeco and the Debtor argued that no remaining coverage existed under the policy with respect to Alaska-based claims. Safeco and other insurers also raised numerous other defenses including the argument that the abuse was not an "occurrence," within the meaning of the policies, the abuse was "expected and



intended” and therefore not covered, that policies were lost, and that employment-related exclusions precluded coverage.

The Firm played a direct and active role in the negotiations with the insurers that resulted in a \$120 million contribution to the Trust for the benefit of abuse survivors. The Firm also negotiated a mechanism in the Plan whereby abuse claimants can seek judgments against the Reorganized Debtor for the purpose of collecting that judgment against non-settling insurers.

**16. Meeting of Creditors**

Total Hours: 43.50  
Total Fees: \$25,000.50

This time relates to preparation for and attendance at the Rule 341 Meeting of Creditors held in April, 2009. One entry, for 1.5 hours in the amount of \$960.00 by Kenneth H. Brown properly belongs in the category of Avoidance Actions, as it relates to an analysis regarding the preference and avoidance actions that the Committee brought later in the month.

**17. Non-Bankruptcy**

Total Hours: 0.30  
Total Fees: \$165.00

This time is de minimis and relates to questions by Rebecca Rhoades, one of the state court counsel, regarding documents produced by the Debtor.

**18. Operations**

Total Hours: 3.50  
Total Fees: \$2,070.50

This time relates primarily to issues regarding the Debtor’s operating order and extensions thereof. The operating order required that the Debtor provide the Committee with access to documents. At certain points in the case, when the Firm believed that the Debtor was unnecessarily

delaying in its document production, the Firm discussed with the Debtor the need to comply with the terms of the operating order before the Committee would consent to an extension.

**19. Plan and Disclosure Statement**

Total Hours: 837.10  
Total Fees: \$524,447.25

Time billed to this category relates to PSZJ's joint negotiation and drafting of the Plan and Disclosure Statement with the Debtor. The Court is aware of the key terms of the Plan and they have been described in detail in this narrative. Therefore, the Committee will not repeat those terms here.

The Firm played an active and direct role in the negotiations that led to the Plan. The Firm participated closely in the selection of the Honorable Gregg W. Zive as a global mediator in the case, a process that involved research, interviews, and the development of consensus with the Debtor, insurers, Committee members and their various State Court Counsel. The Firm also played an instrumental role in negotiating the terms of the mediation order on issues that are extremely important to the Committee's constituency. For example, the Debtor had originally included a provision in the mediation order that entitled the mediator to order abuse claimants to attend the mediation. Firm counsel understood from past experience (both its own and of other Committee counsel in other cases) that ordering an abuse survivor to attend a mediation can be traumatic, disruptive, and counter-productive. The Firm successfully obtained a mediation order that did not contain this potentially harmful term.

The Firm also played an active role in the drafting the disclosure statement, the Plan, and the Trust agreement that is part of the Plan. It played a significant role in the development of the allocation procedures for liquidation and payment of abuse claims. It also played a significant role in formulating the plan solicitation documents and procedures including the proper voting procedures.

## **20. Retention of Professionals**

Total Hours: 118.10  
Total Fees: \$63,667.50

Time billed to this category relates to obtaining approval for PSZJ's retention as counsel to the Committee. On April 1, 2009, the Court entered an order approving the Firms' retention as general bankruptcy counsel to the Committee. [Docket No. 126] After entry of that Order, the Debtor filed an objection to the Firm's retention on the ground of a conflict of interest arising from the Firm's concurrent representation of the Official Committee of Unsecured Creditors in the case of CBNA. After extensive briefing, including a reply and sur-reply, the Court authorized the retention of the Firm as general bankruptcy counsel to the Committee.

In June 2009, the Firm also filed a motion with respect to the applicability of Local Bankruptcy Rule 2016-1, at the Debtor's instance. Pursuant to that motion, the Firm sought a determination from the Court that its fees would not be limited to the prevailing rate of local counsel because "competent local counsel" was not "available," within the meaning of the Rule. The Debtor objected to this motion and the Committee filed a reply.

A determination of the reasonableness of the Firm's fees has been continued to the end of the case in order to allow the Firm to establish the reasonableness of its fees in light of the complexity of the case, risks, results, and the other established lodestar factors.

## **21. Retention of Professionals/Other**

Total Hours: 69.80  
Total Fees: \$33,650.50

Time billed to this category primarily relates to the Committee's retention of (i) MLB as special insurance counsel, (ii) LECG as a financial advisor in this case, (iii) Business Management, Inc. ("BMI"), as a computer consultant, and (iv) Kate Pflaumer and The Honorable William L. Bertinelli, Rtd. as Abuse Claims Reviewers (as defined in the Plan).

The Firm spent time selecting appropriate insurance counsel and vetting this decision with the Committee members and state court counsel. The Firm understood the importance of insurance counsel given the deal that had been made with Safeco and the obduracy of the Debtor's other insurers. The Debtor objected to the Committee's motion to retain MLB on the ground that assets were limited and that the Committee could rely on Debtor's insurance counsel. The Court disagreed and authorized the Committee's retention of MLB. MLB made a substantial contribution in the mediation, threatened insurance litigation and substantially contributed to the preparation of the Plan and Disclosure Statement. Insurers ultimately agreed to contribute approximately \$120 million to the Trust for the benefit of creditors.

The Firm also spent time selecting a financial advisor for the Committee. The Firm understood the importance of a financial advisor given the Debtor's contentions that a significant portion of its assets were held in trust and otherwise restricted and thus not available to creditors. Based on experience, the Firm appreciated that a financial advisor's analysis of cash flows and other metrics can clarify whether assets are in fact being treated as in trust or as otherwise restricted. The Firm understood that the financial advisor is also instrumental in identifying assets that may be available to the creditors, under a variety of theories, such as alter ego and substantive consolidation.

The Debtor objected to the retention of LECG on multiple grounds including that the estate could not afford its services, its services would duplicate the services provided by the Firm, and that a detailed budget, which could potentially disclose attorney-work product, should be provided. After the Firm replied to this objection and a hearing was held, the Court requested a supplemental statement which the Firm provided and to which the Debtor responded. The Court then approved LECG's retention, subject to a cap on fees. After the Committee pursued litigation, with the assistance of LECG, based on substantive consolidation and other theories, the Debtor and third party entities ultimately agreed to contribute \$48.1 million to the Trust for the benefit of creditors. LECG also assisted in the commencement of avoidance actions in February, 2011.

The Firm also prepared the retention application for BMI, which provided computer consulting services to the Committee. The Debtor had produced information that was contained in a database. BMI owned a license that was necessary to using the database and was also familiar with how to access the database. Therefore, retaining BMI avoided the cost of acquiring the license and training necessary to read that information.

The Committee also prepared the employment application for Abuse Claim Reviewers (as defined in the Plan). The Plan provides that the holder of an abuse claim can elect to have the claim treated as a convenience claim, liquidated through litigation or liquidated through an alternative dispute resolution process that is administered by an Abuse Claim Reviewer. CRS, Bettinelli and Pflaumer.

Finally, the Committee considered retention issues that arose when the financial analysts working on this case moved from LECG to Berkeley Research Group, LLC ("BRG"). After review and consideration, the Firm determined that it would be appropriate for the Trust created by the Plan to retain BRG and that a retention motion was not necessary in this case.

## **22. Stay Litigation**

Total Hours: 12.80  
Total Fees: \$7,218.50

Time billed to this category relates primarily to the Committee's analysis of whether to request relief from the automatic stay in order to interview certain witnesses who were elderly or infirm and who, the Committee feared, would pass away before they were able to give testimony if the automatic stay was not lifted.

**23. Stay Relief (FC02)**

Total Hours: 0.10  
Total Fees: \$51.50

This time relates to a motion for relief from stay, and should properly be included in the Stay Litigation category, discussed above.

**24. Travel**

Total Hours: 153.90  
Total Fees: \$96,066.50

Time billed to this category relates to the necessary time for Mr. Stang and Mr. Rafatjoo to attend the 341 meeting, hearings in Portland, Oregon, and mediation sessions in Portland, Oregon, Reno, Nevada, Portland, Oregon, and Chicago, Illinois. Pursuant to LBR 2016-1, the time was billed at half the professional's applicable rate if the professional was not working on this case while traveling. Time spent working on this case, while traveling, was billed at the professional's full rate.

**V.**

**THE FEES AND EXPENSES REQUESTED SHOULD BE AWARDED BASED UPON APPLICABLE LAW**

The fees and expenses requested by this Application are an appropriate award for the Firm's services in acting as bankruptcy counsel to the Committee.

**A. Factors in Evaluating Requests for Compensation.**

Pursuant to Section 330 of the Bankruptcy Code, the Court may award to a professional person, reasonable compensation for actual, necessary services rendered, and reimbursement for actual, necessary expenses incurred. As set forth above, the fees for which the Firm requests compensation and the costs incurred for which the Firm requests reimbursement are for actual and necessary services rendered and costs incurred. The professional services rendered by the Firm have required an expenditure of significant time and effort. During the Final Fee Period, the Firm's

employees have recorded 5,086 hours. The Firm's blended hourly rate for the Final Fee Period including paraprofessionals is \$485.00.

Moreover, time and labor devoted is only one of many pertinent factors in determining an award of fees and costs. Based on the skill brought to bear in these cases by the Firm and the results obtained and in light of the accepted lodestar approach, the Firm submits that the compensation requested herein is reasonable and appropriate.

**B. The Lodestar Award Should be Calculated by Multiplying a Reasonable Hourly Rate by the Hours Expended.**

In determining the amount of allowable fees under section 330(a), courts are to be guided by the same "general principles" as are to be applied in determining awards under the federal fee-shifting statutes, with "some accommodation to the peculiarities of bankruptcy matters." *Burgess v. Klenske (In re Manoa Finance Co., Inc.)*, 853 F.2d 687, 691 (9th Cir. 1988); *see also Matter of Schaeffer*, 71 B.R. 559, 563 (Bankr. S.D.Ohio 1987).

Twelve factors relevant to determining such fees were identified in *Johnson v. Georgia Highway Express, Inc.*, 488 F.2d 714, 717-719 (5th Cir. 1974) (overruled on other grounds by *Blanchard v. Bergeron*, 489 U.S. 87 (1989)), a Title VII class action case under the Civil Rights Act of 1964, 42 U.S.C. § 2000 et seq. and *Kerr v. Screen Extras Guild, Inc.*, 526 F. 2d 67, 70 (9th Cir. 1975), *cert. denied*, 425 U.S. 951 (1976): (1) the time and labor required, (2) the novelty and difficulty of the questions, (3) the skill requisite to perform the legal service properly, (4) the preclusion of other employment by the attorney due to acceptance of the case, (5) the customary fee, (6) whether the fee is fixed or contingent, (7) time limitations imposed by the client or the circumstances, (8) the amount involved and the results obtained, (9) the experience, reputation, and ability of the attorneys, (10) the undesirability of the case, (11) the nature and length of the professional relationship with the client, and (12) awards in similar cases. *See American Benefit Life*

*Ins. Co. v. Baddock (In re First Colonial Corp. of Am.)*, 544 F.2d 1291 (5th Cir. 1977) (*Johnson* criteria applicable in bankruptcy cases).

While the *Johnson* and *Kerr* courts only offered guidelines as to relevant factors, in 1984, the Supreme Court, in enunciating guidelines to determine reasonable fees under the Civil Rights Attorney's Fees Award Act of 1976, 42 U.S.C. § 1988, held:

the initial estimate of a reasonable attorney's fee is properly calculated by multiplying the number of hours reasonably expended on the litigation times a reasonable hourly rate . . . . Adjustments to that fee then may be made as necessary in the particular case.

*Blum v. Stenson*, 465 U.S. 886 (1984). This is the so-called "lodestar" calculation.

In 1986, the Supreme Court more explicitly indicated that the factors relevant to determining fees should be applied using the lodestar approach, rather than an ad hoc approach. While holding that the attorney's fee provision of the Clean Air Act, 42 U.S.C. § 7401 et seq., should be interpreted like that of the Civil Rights Act, the Court expressly rejected the ad hoc application of the factors set forth in the *Johnson* and thus *Kerr*, stating that, "the lodestar figure includes most, if not all, of the relevant factors constituting a 'reasonable' attorney's fee . . . ." *Pennsylvania v. Delaware Valley Citizens' Council for Clean Air*, 478 U.S. 546, 563-66 (1986).

While the lodestar approach is the primary basis for determining fee awards under the federal fee-shifting statutes and under the Bankruptcy Code, the other factors, previously applied in an ad hoc fashion, still apply in calculating the appropriate hourly rate to use under the lodestar approach. For example, when, in *Boddy v. U.S. Bankr. Ct., W.D. Ky (In re Boddy)*, 950 F.2d 334, 337 (6th Cir. 1991), the Sixth Circuit rejected an approach to fees (in chapter 13 cases) which dictated that only a "normal and customary" fee should be awarded absent exceptional results, the Sixth Circuit Court of Appeals nonetheless acknowledged that:

The court can legitimately take into account the typical compensation that is adequate for attorney's fees in Chapter 13 cases, as long as it



expressly discusses these factors in light of the reasonable hours worked and a reasonable hourly rate. The bankruptcy court also may exercise its discretion to consider other factors such as the novelty and difficulty of the issues, the special skills of counsel, the results obtained, and whether the fee awarded is commensurate with fees for similar professional services in non-bankruptcy cases in the local area.

950 F.2d at 338 (emphasis added). Thus, the twelve oft cited *Johnson* and *Kerr* factors remain relevant. In that regard, it is clear that the Committee representation in these cases by the Firm required substantial time and labor, posed complex, unsettled issues of law, and required a high level of skill, which the Firm believes it has demonstrated. Further, the Firm believes that its experience and Court's familiarity with its attorneys is evidence of the Firm's experience, reputation, and ability.

The Fee Statements previously filed in this case and Schedule C to this application contain a copy of the Firm's time reports and records kept in the regular course of business reflecting the services rendered and the expenses incurred by the Firm. The Firm's time reports are initially handwritten by the attorney or paralegal performing the described services or are typed directly into a billing program. The time reports are organized on a daily basis. The Firm is particularly sensitive to issues of "lumping," and unless time was spent in one time frame on a variety of different matters for a particular client, separate time entries are set forth in the time reports. The Firm's charges for its professional services are based upon the time, nature, extent and value of such services and the cost of comparable services.

## VI.

### CONCLUSION

The compensation presently sought by PSZJ is final. Neither PSZJ, nor any partners, of counsels, or associates of the Firm, have any agreement or any understanding of any kind or nature

to divide, pay over, or share any portion of the fees to be awarded PSZJ with any other person or attorney, except among partners, of counsels, and associates of the Firm.

PSZJ believes that the services rendered for which compensation is sought in this Application have been beneficial to the estates, that the costs incurred have been necessary and proper, and that the sums requested for the services rendered and the costs incurred are fair and reasonable.

## **SCHEDULE B**

**[INTENTIONALLY OMITTED]**

# **SCHEDULE C**

## **PSZJ FINAL FEE APPLICATION**

### **ITEMIZED BILLING**

Pursuant to the *Order Granting Debtor's Motion Excusing Chapter 11 Professionals From Requirement That Final Fee Applications Include Copies of Previously Filed Fee Applications*, entered on August 11, 2011 [Docket No. 1347], this Application does not contain itemized billings that have previously been filed with the Court. Instead, this Schedule C to the Application contains the Firm's invoice for the period August 1, 2011 through August 14, 2011, which has not previously been submitted to the Court.

# PACHULSKI STANG ZIEHL & JONES LLP

10100 Santa Monica Boulevard  
11th Floor  
Los Angeles, CA 90067

August 14, 2011

Invoice Number **95582**      **46352 00002**      **JIS**

JIS

Balance forward as of last invoice, dated: July 31, 2011

\$1,263,105.95

Net balance forward

\$1,263,105.95

Re: Committee Representation

## Statement of Professional Services Rendered Through

08/14/2011

			Hours	Rate	Amount
<b>Avoidance Actions</b>					
08/01/11	GNB	Emails with Pamela M. Egan and Kati L. Suk regarding status of responsive pleadings and dismissals in various adversaries.	0.10	550.00	\$55.00
08/01/11	PME	Telephone call with Doug Pahl re extension of answer deadline for Faber Community.	0.10	550.00	\$55.00
08/01/11	PME	Skim Canisius College answer.	0.10	550.00	\$55.00
08/04/11	GNB	Email Candyce Senner regarding draft notice of trial setting and pre-trial conference.	0.10	550.00	\$55.00
08/04/11	GNB	Telephone conference with John Christian regarding extension to respond (.1); Email John Christian regarding same (.1).	0.20	550.00	\$110.00
08/04/11	GNB	Email Diane Hinojosa regarding preparation for August 9th pre-trial conferences.	0.10	550.00	\$55.00
08/04/11	GNB	Email Ford Elsaesser regarding St. Andrew Nativity.	0.10	550.00	\$55.00
08/05/11	GNB	Email with Pamela M. Egan and Kati L. Suk regarding deadlines (.1); Email with Diane Hinojosa regarding August 9 Court calendar (.1); Email with Sara Gutierrez Dunn regarding defendant Society of Jesus New England and research background of 3 adversaries involving defendant (.5); Email with Pamela M. Egan and with Kati L. Suk regarding same (.1); Review Cindy Elliott email regarding St. Andrew Nativity (.2); Email Committee regarding same (.1); Review settlement offer from defendant in 11-3101 (.1).	1.20	550.00	\$660.00
08/05/11	PME	Review research in preparation for drafting response to motion to dismiss re adequacy of pleadings.	0.50	550.00	\$275.00
08/06/11	PME	Draft opposition to motion to dismiss.	4.50	550.00	\$2,475.00
08/07/11	PME	Draft opposition to motion to dismiss.	7.50	550.00	\$4,125.00
08/08/11	GNB	Email with Pamela M. Egan regarding oppositions to motions to dismiss (.1); Email with Michael Berardino	0.70	550.00	\$385.00

		regarding settlement (.1); Review and edit response to motions to dismiss in adv. no. 11-03077 (.5).			
08/08/11	PME	Draft opposition to motion to dismiss [adversary proceeding 11-3077].	3.50	550.00	\$1,925.00
08/08/11	PME	Review G. Brown comments to opposition to motion to dismiss based on adequacy of pleadings.	0.10	550.00	\$55.00
08/08/11	KLS	Review/revise opposition to St. Louis University motion to dismiss.	1.10	200.00	\$220.00
08/09/11	GNB	Review email from Karen Rasmussen regarding Providence request to dismiss adversary (.1); Review email from Lynne Xerras regarding proper defendant (.1); Tc/ JIS regarding authority to settle adversary proceedings (.1); Email with Pamela M. Egan regarding filing of oppositions to motions to dismiss in 11-3066 and 11-3077 (.1); Review answer and affirmative defenses (adv. no. 11-3083) (.1); Draft opposition to motion to dismiss in 11-3064 (1.4).	1.90	550.00	\$1,045.00
08/09/11	JIS	Telephone conference with G. Brown regarding avoidance action estimate and settlements.	0.10	640.00	\$64.00
08/09/11	PME	Edit opposition to motion to dismiss adversary proceeding 11-3077.	0.60	550.00	\$330.00
08/09/11	PME	Draft opposition to motion to dismiss adversary proceeding 11-3066.	0.70	550.00	\$385.00
08/09/11	PME	Proofread opposition to motion to dismiss 11-3077.	0.30	550.00	\$165.00
08/09/11	PME	Draft opposition to Loyola motion to dismiss re adequacy of pleading.	0.50	550.00	\$275.00
08/09/11	PME	Review issues re Loyola University motion to dismiss based on whether proper party was named.	0.80	550.00	\$440.00
08/09/11	PME	Review Amended complaint versus Loyola.	0.20	550.00	\$110.00
08/09/11	PME	Review Loyola amended complaint in preparation for drafting opposition to motion to dismiss.	0.20	550.00	\$110.00
08/09/11	PME	Finalize and conform the three oppositions to the motions to dismiss based on adequacy of pleadings.	2.50	550.00	\$1,375.00
08/09/11	PME	Review opposition to Loyola University Rule 12 motion (re proper party) before filing.	0.10	550.00	\$55.00
08/09/11	KLS	Review/revise oppositions to motions to dismiss and coordinate service and filing of same (11-3064, 11-3066 and 11-3077).	2.30	200.00	\$460.00
08/10/11	GNB	Email James I. Stang regarding requests for authority to settle.	0.10	550.00	\$55.00
08/10/11	GNB	Briefly review John Munding letter regarding Gonzaga University (.1); Briefly review responsive pleadings in adv. no. 11-3082 (.1).	0.20	550.00	\$110.00
08/10/11	PME	In preparation for hearing, review issues re motion to dismiss filed by Loyola and Missouri Province, and University of St. Louis: search for opinions by Judge Perris re adequacy of pleadings in avoidance action.	0.50	550.00	\$275.00
08/10/11	PME	Draft email to G. Brown re motion to dismiss and upcoming hearing thereon.	0.20	550.00	\$110.00
08/10/11	PME	Review motion to dismiss by BC.	0.20	550.00	\$110.00
08/10/11	PME	Email discuss with G. Brown re BC motion to dismiss.	0.10	550.00	\$55.00

08/10/11	PME	Skim answers of Roman Catholic Clergyman, Jesuit Conference, Faber Community and Jesuit Refugee.	0.20	550.00	\$110.00
08/11/11	GNB	Email Ford Elsaesser and Cindy Elliott regarding affidavit of Leo Hindery (St. Andrew Nativity).	0.10	550.00	\$55.00
08/12/11	GNB	Email James I. Stang regarding authorization to settle adversary proceeding.	0.10	550.00	\$55.00
08/12/11	GNB	Draft stipulated dismissal in adv. no. 11-3079.	0.10	550.00	\$55.00
08/12/11	GNB	Email Pamela M. Egan and Kate L. Suk regarding preparation, filing, and service of notices of trial setting.	0.10	550.00	\$55.00
08/12/11	GNB	Review issues in adv. no. 11-3101 and telephone conference with John Christian regarding same.	0.20	550.00	\$110.00
08/12/11	GNB	Review NEFs filed today.	0.10	550.00	\$55.00
08/12/11	GNB	Email with Pamela M. Egan regarding Arcas litigation.	0.10	550.00	\$55.00

**Task Code Total****32.40****\$16,639.00****Case Administration [B110]**

08/05/11	GNB	Review and revise critical dates calendar.	0.10	550.00	\$55.00
08/09/11	PME	Review docket and critical dates memo re Loyola University motion.	0.20	550.00	\$110.00

**Task Code Total****0.30****\$165.00****Claims Admin/Objections[B310]**

08/03/11	JIS	Letter and stipulation to claimant 281.	0.70	640.00	\$448.00
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**Task Code Total****0.70****\$448.00****Compensation Prof. [B160]**

08/02/11	PME	Review template to use for final fee application.	0.10	550.00	\$55.00
08/02/11	JIS	Telephone conference with Pam Egan regarding final fee application.	0.10	640.00	\$64.00
08/02/11	PME	Review issues in preparation for drafting final fee application.	0.20	550.00	\$110.00
08/03/11	GNB	Email PSZJ internal team regarding July 2011 timesheets and fee applications.	0.10	550.00	\$55.00
08/04/11	GNB	Review email from Howard Levine regarding final fee applications.	0.10	550.00	\$55.00
08/04/11	PME	Email with G. Brown re LECG final fee application.	0.10	550.00	\$55.00
08/08/11	GNB	Revise and edit PSZJ July 2011 bill.	0.30	550.00	\$165.00
08/11/11	PME	Review fee application motion submitted by Howard Levine.	0.10	550.00	\$55.00
08/11/11	PME	Review SOJOP fee statement.	0.20	550.00	\$110.00

08/11/11	PME	Review issues and information in preparation for drafting final fee application.	0.90	550.00	\$495.00
08/11/11	KLS	Prepare PSZJ July fee statement and LECG fee statements for November 2010-May 2011; coordinate service and filing of same.	2.80	200.00	\$560.00
08/12/11	GNB	Telephone conference with Pamela M. Egan regarding final fee application.	0.10	550.00	\$55.00
<b>Task Code Total</b>			<b>5.10</b>		<b>\$1,834.00</b>

**Comp. of Prof./Others**

08/01/11	GNB	Email with Pamela M. Egan regarding final fee applications of Morgan Lewis and LECG/BRG.	0.10	550.00	\$55.00
08/01/11	PME	Email exchanges with G. Brown, Paul Richter and J. Stang re final fee application.	0.10	550.00	\$55.00
08/04/11	GNB	Telephone conference with Matthew K. Babcock regarding LECG fee applications.	0.10	550.00	\$55.00
08/11/11	GNB	Review email from Matthew K. Babcock regarding monthly fee applications.	0.10	550.00	\$55.00
08/11/11	PME	Review November 2010 fee statement of LECG.	0.20	550.00	\$110.00
08/11/11	PME	Review November and December LECG Notice of Monthly fee settlement.	0.10	550.00	\$55.00
08/11/11	PME	Review January and February LECG Notices of Monthly fee statements.	0.10	550.00	\$55.00
08/11/11	PME	Review April and May LECG fee statements.	0.10	550.00	\$55.00
08/11/11	PME	Final review of LECG fee statements for November 2010 thru May 2011.	0.10	550.00	\$55.00
<b>Task Code Total</b>			<b>1.00</b>		<b>\$550.00</b>

**Non-Bankruptcy**

08/09/11	GNB	Address Rebecca Rhoades inquiry regarding documents produced in SJOP.	0.20	550.00	\$110.00
08/10/11	GNB	Review James I. Stang email to debtor's counsel regarding Rebecca Rhoades inquiry regarding documents produced in SJOP; Review emails between Dick Hansen and Rebecca Rhoades regarding same.	0.10	550.00	\$55.00
<b>Task Code Total</b>			<b>0.30</b>		<b>\$165.00</b>

**Plan & Disclosure Stmt. [B320]**

08/01/11	JIS	Review/revise Medicare letter for unrepresented claimants in pools.	1.00	640.00	\$640.00
08/01/11	JIS	Email from P. Richler regarding Traveler's notice period	0.10	640.00	\$64.00



		and follow up with Pompeo regarding same.			
08/01/11	JIS	Review/revise letter regarding notice.	1.50	640.00	\$960.00
08/01/11	JIS	Review issues regarding returned claim mail.	0.20	640.00	\$128.00
08/01/11	JIS	Telephone conference with JP regarding connection with BB.	0.10	640.00	\$64.00
08/01/11	JIS	Review/revise pools and distribution calculations.	2.10	640.00	\$1,344.00
08/02/11	JIS	Review/revise letter regarding Medicare and forward with email to Eric Schwarz.	0.30	640.00	\$192.00
08/02/11	JIS	Telephone conference with from Private Bank regarding timing of distributions and email to Safeco regarding payment.	0.20	640.00	\$128.00
08/02/11	JIS	Continued review of charts/email elections; telephone calls to electing claimants and email to SCC regarding same.	2.20	640.00	\$1,408.00
08/02/11	JIS	Email to Committee regarding status of distributions.	0.50	640.00	\$320.00
08/02/11	JIS	Email regarding Medicare information.	0.10	640.00	\$64.00
08/02/11	JIS	Telephone conference with Richler regarding Medicare letter for unrepresented.	0.10	640.00	\$64.00
08/03/11	JIS	Review/revise pool charts and emails to Pflaumer/Bettinelli/SCC regarding same.	0.70	640.00	\$448.00
08/03/11	JIS	Review draft letter for Bettinelli awards.	0.40	640.00	\$256.00
08/03/11	JIS	Telephone conference with E. Schwarz regarding format of award letter.	0.30	640.00	\$192.00
08/03/11	JIS	Review issues related to Medicare letter.	0.10	640.00	\$64.00
08/03/11	JIS	Telephone conference with Ken Roosa regarding elections.	0.20	640.00	\$128.00
08/03/11	JIS	Email exchange with Bryan Smith regarding pro se claims.	0.10	640.00	\$64.00
08/03/11	JIS	Conference call with SCC regarding claims objection and interim payment.	1.10	640.00	\$704.00
08/04/11	JIS	Review Safeco demand letter.	0.20	640.00	\$128.00
08/04/11	JIS	Telephone conference with N.C. (survivor) regarding Plan status.	0.10	640.00	\$64.00
08/04/11	JIS	Review draft accounting from Omni.	0.10	640.00	\$64.00
08/04/11	JIS	Email to K. Pflaummer re award letter.	0.10	640.00	\$64.00
08/04/11	JIS	Review emails regarding Bettinelli award letter.	0.50	640.00	\$320.00
08/05/11	JIS	Telephone conference with P. Richler regarding Roosa draft of letter.	0.10	640.00	\$64.00
08/05/11	JIS	Draft conforming changes to Plan Trust & Distribution Procedures.	1.10	640.00	\$704.00
08/05/11	JIS	Telephone conference with Roosa regarding distribution letters.	0.20	640.00	\$128.00
08/05/11	JIS	Review Bettinelli pool charts.	0.30	640.00	\$192.00
08/05/11	JIS	Letter to claimant no. 92.	0.30	640.00	\$192.00
08/05/11	JIS	Review email and reply regarding form of NUQUEST letter.	0.10	640.00	\$64.00
08/09/11	JIS	Telephone conference with E. Schwarz regarding status of award spread sheets.	0.10	640.00	\$64.00
08/10/11	JIS	Conference call with State Court Counsel regarding distributions, etc.	0.80	640.00	\$512.00
08/10/11	JIS	Email to Schwarz regarding redistribution of excess.	0.10	640.00	\$64.00

08/10/11	JIS	Revise Bettinelli letter.	0.10	640.00	\$64.00
08/10/11	JIS	Return call to JP regarding claim.	0.10	640.00	\$64.00
08/10/11	JIS	Review top level revenue/deduct charts and forward to State Court Counsel (2 emails).	0.40	640.00	\$256.00
08/10/11	JIS	Revise award letter for KP Allocation Pool II.	0.20	640.00	\$128.00
08/10/11	JIS	Preparation of award materials for Valcarce pool.	0.30	640.00	\$192.00
08/10/11	JIS	Forward preference settlement proposals.	0.10	640.00	\$64.00
08/10/11	JIS	Review email from WB regarding status of awards and email to Roosa/Manly regarding same.	0.20	640.00	\$128.00
08/10/11	JIS	Review spreadsheets regarding awards and email to state court counsel.	0.50	640.00	\$320.00
08/10/11	JIS	Review Jesuits non-moneteraries regarding document disclosure.	0.40	640.00	\$256.00
08/11/11	JIS	Telephone conference with J. Valcarce regarding allocations and email regarding same.	0.10	640.00	\$64.00
08/11/11	JIS	Send emails to State Court Counsel with pool awards.	1.20	640.00	\$768.00
08/11/11	JIS	Conference call with E. Schwarz and K. Pflaumer regarding allocations.	0.60	640.00	\$384.00
08/11/11	JIS	Telephone conference with E. Schwarz regarding spreadsheets.	0.20	640.00	\$128.00
08/11/11	JIS	Telephone conference with K. Pflaumer regarding claims evaluation issues.	0.60	640.00	\$384.00
08/12/11	JIS	Telephone conference with E. Schwarz regarding claims awards spreadsheet.	0.30	640.00	\$192.00

**Task Code Total****20.70****\$13,248.00****Total professional services:****60.50****\$33,049.00****Costs Advanced:**

06/01/2011	CC	Conference Call [E105] AT&T Conference Call, JIS	\$20.54
06/13/2011	CC	Conference Call [E105] AT&T Conference Call, JLK	\$8.70
06/14/2011	CC	Conference Call [E105] AT&T Conference Call, JIS	\$5.25
06/15/2011	CC	Conference Call [E105] AT&T Conference Call, JIS	\$24.80
06/15/2011	CC	Conference Call [E105] AT&T Conference Call, JIS	\$2.40
06/22/2011	CC	Conference Call [E105] AT&T Conference Call, JIS	\$13.83
06/22/2011	CC	Conference Call [E105] AT&T Conference Call, JIS	\$0.66
06/24/2011	AF	Air Fare [E110] United Airlines, Tkt 01686606734676, LAX/Portland/Philadelphia (Split w/ Wilmington Diocese) JIS	\$1,154.80
06/24/2011	TE	Travel Expense [E110] Travel Agency Fee, JIS	\$30.00
06/25/2011	TE	Travel Expense [E110] Airflight Insurance, JIS	\$14.99
06/29/2011	CC	Conference Call [E105] AT&T Conference Call, JIS	\$24.01
06/29/2011	CC	Conference Call [E105] AT&T Conference Call, JIS	\$8.86
07/01/2011	PAC	46352.00002 PACER Charges for 07-01-11	\$34.32
07/05/2011	PAC	46352.00002 PACER Charges for 07-05-11	\$2.40

07/05/2011	TE	Travel Expense [E110] JIS Travel to Portland, various expenses for taxi, hotels and tips etc. (LA-pc)	\$75.00
07/06/2011	PAC	46352.00002 PACER Charges for 07-06-11	\$9.44
07/06/2011	PO	46352.00002 :Postage Charges for 07-06-11	\$2.48
07/06/2011	RE2	SCAN/COPY ( 50 @0.10 PER PG)	\$5.00
07/07/2011	RE2	SCAN/COPY ( 50 @0.10 PER PG)	\$5.00
07/07/2011	RE2	SCAN/COPY ( 110 @0.10 PER PG)	\$11.00
07/07/2011	RE2	SCAN/COPY ( 110 @0.10 PER PG)	\$11.00
07/07/2011	RE2	SCAN/COPY ( 130 @0.10 PER PG)	\$13.00
07/08/2011	PAC	46352.00002 PACER Charges for 07-08-11	\$0.80
07/11/2011	PAC	46352.00002 PACER Charges for 07-11-11	\$7.60
07/12/2011	PAC	46352.00002 PACER Charges for 07-12-11	\$1.36
07/12/2011	RE2	SCAN/COPY ( 10 @0.10 PER PG)	\$1.00
07/12/2011	RE2	SCAN/COPY ( 10 @0.10 PER PG)	\$1.00
07/12/2011	RE2	SCAN/COPY ( 10 @0.10 PER PG)	\$1.00
07/12/2011	RE2	SCAN/COPY ( 14 @0.10 PER PG)	\$1.40
07/12/2011	RE2	SCAN/COPY ( 40 @0.10 PER PG)	\$4.00
07/12/2011	RE2	SCAN/COPY ( 62 @0.10 PER PG)	\$6.20
07/12/2011	RE2	SCAN/COPY ( 105 @0.10 PER PG)	\$10.50
07/12/2011	SO	Secretarial Overtime, D. Hinojosa	\$158.08
07/13/2011	PAC	46352.00002 PACER Charges for 07-13-11	\$0.96
07/13/2011	PO	Postage [E108]	\$14.08
07/13/2011	PO	Postage [E108]	\$1.08
07/13/2011	RE	( 96 @0.20 PER PG)	\$19.20
07/13/2011	RE2	SCAN/COPY ( 3 @0.10 PER PG)	\$0.30
07/13/2011	RE2	SCAN/COPY ( 8 @0.10 PER PG)	\$0.80
07/13/2011	RE2	SCAN/COPY ( 23 @0.10 PER PG)	\$2.30
07/13/2011	RE2	SCAN/COPY ( 49 @0.10 PER PG)	\$4.90
07/13/2011	RE2	SCAN/COPY ( 437 @0.10 PER PG)	\$43.70
07/14/2011	PAC	46352.00002 PACER Charges for 07-14-11	\$0.56
07/14/2011	RE2	SCAN/COPY ( 43 @0.10 PER PG)	\$4.30
07/14/2011	RE2	SCAN/COPY ( 95 @0.10 PER PG)	\$9.50
07/15/2011	PAC	46352.00002 PACER Charges for 07-15-11	\$8.00
07/15/2011	PO	Postage [E108]	\$14.08
07/15/2011	RE2	SCAN/COPY ( 23 @0.10 PER PG)	\$2.30
07/15/2011	RE2	SCAN/COPY ( 368 @0.10 PER PG)	\$36.80
07/15/2011	TE	Travel Expense [E110] T. A., travel expense re Portland, OR 7/6 Committee Meeting, JIS	\$463.31
07/18/2011	PAC	46352.00002 PACER Charges for 07-18-11	\$4.08
07/18/2011	RE2	SCAN/COPY ( 105 @0.10 PER PG)	\$10.50
07/18/2011	RE2	SCAN/COPY ( 210 @0.10 PER PG)	\$21.00
07/19/2011	PAC	46352.00002 PACER Charges for 07-19-11	\$22.08
07/19/2011	RE2	SCAN/COPY ( 38 @0.10 PER PG)	\$3.80

07/19/2011	RE2	SCAN/COPY ( 38 @0.10 PER PG)	\$3.80
07/20/2011	FE	46352.00002 FedEx Charges for 07-20-11	\$14.67
07/20/2011	FX	(DOC 3 @1.00 PER PG)	\$3.00
07/20/2011	IF	Incoming Faxes [E104] JIS	\$0.20
07/20/2011	PAC	46352.00002 PACER Charges for 07-20-11	\$3.76
07/21/2011	PAC	46352.00002 PACER Charges for 07-21-11	\$0.64
07/21/2011	PO	46352.00002 :Postage Charges for 07-21-11	\$1.32
07/21/2011	PO	46352.00002 :Postage Charges for 07-21-11	\$0.64
07/21/2011	PO	46352.00002 :Postage Charges for 07-21-11	\$0.44
07/22/2011	FE	46352.00002 FedEx Charges for 07-22-11	\$13.87
07/22/2011	PAC	46352.00002 PACER Charges for 07-22-11	\$2.08
07/22/2011	PO	46352.00002 :Postage Charges for 07-22-11	\$0.44
07/22/2011	PO	46352.00002 :Postage Charges for 07-22-11	\$0.44
07/22/2011	PO	46352.00002 :Postage Charges for 07-22-11	\$5.20
07/22/2011	PO	Postage [E108] SF MAIL LOG	\$0.44
07/22/2011	RE	( 13 @0.20 PER PG)	\$2.60
07/22/2011	RE2	SCAN/COPY ( 60 @0.10 PER PG)	\$6.00
07/22/2011	RE2	SCAN/COPY ( 93 @0.10 PER PG)	\$9.30
07/22/2011	RE2	SCAN/COPY ( 104 @0.10 PER PG)	\$10.40
07/22/2011	RE2	SCAN/COPY ( 183 @0.10 PER PG)	\$18.30
07/25/2011	PAC	46352.00002 PACER Charges for 07-25-11	\$2.40
07/25/2011	RE	( 1223 @0.20 PER PG)	\$244.60
07/25/2011	RE2	SCAN/COPY ( 26 @0.10 PER PG)	\$2.60
07/25/2011	WL	46352.00002 Westlaw Charges for 07-25-11	\$909.18
07/26/2011	FX	(DOC 6 @1.00 PER PG)	\$6.00
07/26/2011	PAC	46352.00002 PACER Charges for 07-26-11	\$17.52
07/26/2011	PO	46352.00002 :Postage Charges for 07-26-11	\$0.88
07/26/2011	RE2	SCAN/COPY ( 34 @0.10 PER PG)	\$3.40
07/26/2011	RE2	SCAN/COPY ( 68 @0.10 PER PG)	\$6.80
07/26/2011	WL	46352.00002 Westlaw Charges for 07-26-11	\$703.52
07/27/2011	FE	46352.00002 FedEx Charges for 07-27-11	\$11.51
07/27/2011	PAC	46352.00002 PACER Charges for 07-27-11	\$7.12
07/27/2011	PO	Postage [E108] SF MAIL LOG	\$1.48
07/28/2011	PAC	46352.00002 PACER Charges for 07-28-11	\$1.36
07/28/2011	PO	Postage [E108] SF MAIL LOG	\$0.44
07/29/2011	PAC	46352.00002 PACER Charges for 07-29-11	\$8.40
08/01/2011	RE	( 604 @0.20 PER PG)	\$120.80
08/03/2011	RE	( 11 @0.20 PER PG)	\$2.20
08/03/2011	RE	( 132 @0.20 PER PG)	\$26.40
08/03/2011	RE2	SCAN/COPY ( 66 @0.10 PER PG)	\$6.60
08/03/2011	RE2	SCAN/COPY ( 114 @0.10 PER PG)	\$11.40
08/03/2011	RE2	SCAN/COPY ( 298 @0.10 PER PG)	\$29.80
08/03/2011	SO	Secretarial Overtime, D. Hinojosa	\$63.23

**Invoice number 95582**

46352 00002

**Page 9**

08/09/2011

PO

Postage [E108] SF MAIL LOG

\$2.56

**Total Expenses:****\$4,645.79****Summary:**

Total professional services	\$33,049.00
Total expenses	\$4,645.79

<b>Net current charges</b>	<b>\$37,694.79</b>
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Net balance forward	\$1,263,105.95
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<b>Total balance now due</b>	<b>\$1,300,800.74</b>
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GNB	Brown, Gillian N.	6.80	550.00	\$3,740.00
JIS	Stang, James I.	21.60	640.00	\$13,824.00
KLS	Suk, Kati L.	6.20	200.00	\$1,240.00
PME	Egan, Pamela M	25.90	550.00	\$14,245.00
		<u>60.50</u>		<u>\$33,049.00</u>

**Task Code Summary**

		<b>Hours</b>	<b>Amount</b>
AC	Avoidance Actions	32.40	\$16,639.00
CA	Case Administration [B110]	0.30	\$165.00
CO	Claims Admin/Objections[B310]	0.70	\$448.00
CP	Compensation Prof. [B160]	5.10	\$1,834.00
CPO	Comp. of Prof./Others	1.00	\$550.00
NB	Non-Bankruptcy	0.30	\$165.00
PD	Plan & Disclosure Stmt. [B320]	20.70	\$13,248.00
		<u>60.50</u>	<u>\$33,049.00</u>

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**Expense Code Summary**

Air Fare [E110]	\$1,154.80
Conference Call [E105]	\$109.05
Federal Express [E108]	\$40.05
Fax Transmittal [E104]	\$9.00
Incoming Faxes [E104]	\$0.20
Pacer - Court Research	\$134.88
Postage [E108]	\$46.00
Reproduction Expense [E101]	\$415.80
Reproduction/ Scan Copy	\$318.70
Overtime	\$221.31
Travel Expense [E110]	\$583.30
Westlaw - Legal Research [E106]	\$1,612.70
	<hr/>
	\$4,645.79

**Schedule D**  
**Prior Requests for Compensation**

Date of Application (Dkt No.)	Amount Requested		Amount Allowed		Amount Received		Payment Source
	Fees	Expenses	Fees	Expenses	Fees	Expenses	
6/15/09 (294)	\$89,541.00	\$10,331.37	\$71,632.80	\$10,331.37	\$89,541.00	\$10,331.37	Estate
7/15/09 (369)	\$95,082.00	\$3,716.93	\$76,065.60	\$3,716.93	\$95,082.00	\$3,716.93	Estate
8/14/09 (431)	\$66,904.00	\$10,051.48	\$53,523.20	\$10,051.48	\$66,904.00	\$10,051.48	Estate
9/15/09 (476)	\$81,503.00	\$3,284.50	\$65,202.40	\$3,284.50	\$81,503.00	\$3,284.50	Estate
10/15/09 (505)	\$82,279.75	\$4,111.05	\$65,823.80	\$4,111.05	\$82,279.75	\$4,111.05	Estate
11/13/09 (549)	\$77,499.00	\$6,072.54	\$61,999.20	\$6,072.54	\$77,499.00	\$6,072.54	Estate
12/15/09 (569)	\$28,966.50	\$1,366.07	\$23,173.20	\$1,366.07	\$7,302.78	\$1,366.07	Estate
1/15/10 (618)	\$67,675.00	\$1,837.82	\$54,140.00	\$1,837.82	\$30,293.18	\$1,837.82	Estate
2/12/10 (644)	\$175,173.50	\$14,217.11	\$140,138.80	\$14,217.11	\$28,892.23	\$14,217.11	Estate
3/15/10 (693)	\$166,105.50	\$11,745.07	\$132,884.40	\$11,745.07	\$43,450.04	\$11,745.07	Estate
4/15/10 (731)	\$145,527.00	\$16,926.60	\$116,421.60	\$16,926.60	\$20,673.46	\$16,926.60	Estate
5/14/10 (765)	\$81,538.00	\$11,690.85	\$65,230.40	\$11,690.85	\$0.00	\$0.00	
6/15/10 (808)	\$71,113.00	\$16,071.20	\$56,890.40	\$16,071.20	\$0.00	\$0.00	
7/15/10 (837)	\$52,564.50	\$8,568.70	\$42,051.60	\$8,568.70	\$0.00	\$0.00	
8/16/10 (893)	\$52,471.50	\$6,951.27	\$41,977.20	\$6,951.27	\$18,713.17	\$6,130.89	Estate
9/14/10 (919)	\$127,463.00	\$2,601.58	\$101,970.40	\$2,601.58	\$43,973.82	\$2,601.58	Estate
10/14/10 (948)	\$119,005.00	\$25,307.15	\$95,204.00	\$25,307.15	\$28,489.00	\$25,307.15	Estate
11/15/10 (975)	\$34,217.50	\$7,048.56	\$27,374.00	\$7,048.56	\$29,130.20	\$7,048.56	Estate
12/13/10 (985)	\$32,138.50	\$2,158.05	\$25,710.80	\$2,158.05	\$18,640.88	\$2,158.05	Estate
1/14/11 (1003)	\$23,166.50	\$5,070.53	\$18,533.20	\$5,070.53	\$0.00	\$0.00	
2/8/11 (1014)	\$33,964.50	\$7,888.89	\$27,171.60	\$7,888.89	\$25,307.30	\$7,888.89	Estate
3/10/11 (1072)	\$84,444.00	\$3,963.37	\$67,555.20	\$3,963.37	\$44,244.55	\$3,963.37	Estate
4/15/11 (1116)	\$99,386.00	\$18,310.80	\$79,508.80	\$18,310.80	\$20,152.02	\$18,310.80	Estate
5/11/11 (1158)	\$28,084.00	\$1,829.86	\$22,467.20	\$1,829.86	\$11,982.86	\$1,829.86	Estate
6/10/11 (1216)	\$29,121.50	\$5,234.68	\$23,297.20	\$5,234.68	\$0.00	\$0.00	
7/13/11 (1306)	\$36,262.00	\$4,035.72	\$29,009.60	\$4,035.72	\$0.00	\$3,053.63	Estate
8/11/11 (1341/1342)	\$65,684.50	\$450.02	\$52,547.60	\$450.02	\$0.00	\$0.00	
<b>TOTALS:</b>	<b>\$2,046,880.25</b>	<b>\$210,841.77</b>	<b>\$1,637,504.20</b>	<b>\$210,841.77</b>	<b>\$864,054.24</b>	<b>\$161,953.32</b>	

**Schedule E**  
**Summary of Compensation Requested**

<b>Timekeeper</b>	<b>Billing Rate</b>	<b>Hours</b>	<b>\$ Amount</b>
Barton, David J.	640	0.90	576.00
Bass, John F.	150	459	68,850.00
Bass, John F.	160	260.2	41,632.00
Brandt, Gina F.	525	51.5	27,037.50
Brandt, Gina F.	550	125.4	68,970.00
Brandt, Gina F.	575	0.1	57.50
Brandt, Gina F.	595	17.3	10,293.50
Brown, Gillian N.	475	11.4	5,415.00
Brown, Gillian N.	495	55.2	27,324.00
Brown, Gillian N.	515	48.3	24,874.50
Brown, Gillian N.	550	96	52,800.00
Brown, Kenneth H.	640	73.7	47,168.00
Caine, Andrew W.	640	0.2	128.00
Dassa, Beth D.	225	30.5	6,862.50
Dassa, Beth D.	255	8.7	2,218.50
De Leon, Anna L.	150	99.6	14,940.00
Disse, Werner	495	1.5	742.50
Downing, Virginia L.	150	3.5	525.00
Egan, Pamela M	495	106.2	52,321.50
Egan, Pamela M	515	531.3	273,619.50
Egan, Pamela M	525	10.5	5,512.50
Egan, Pamela M	550	83.7	46,035.00
Forrester, Leslie A.	250	17.9	4,475.00
Forrester, Leslie A.	260	13.8	3,588.00
Forrester, Leslie A.	275	3.6	990.00
Goldich, Stanley E.	640	27.6	17,664.00
Grassgreen, Debra I.	640	0.4	256.00
Haney, Julia F.	150	274	41,100.00
Harrison, Felice S.	225	36.1	8,122.50
Harrison, Felice S.	235	22.2	5,217.00
Harrison, Felice S.	255	1.1	280.50
Hinojosa, Diane H.	150	78.4	11,760.00
Hochman, Harry D.	575	29.3	16,847.50
Hochman, Harry D.	595	7.8	4,641.00
Hong, Nina L.	550	46	25,300.00
Hunter, James K. T.	640	33.6	21,504.00
Kahn, Steven J.	640	6.6	4,224.00
Kapur, Teddy M.	425	0.5	212.50
Kapur, Teddy M.	450	49.7	22,365.00
Kharasch, Ira D.	640	2.3	1,472.00

**PAGE 1 - SCHEDULE E TO PSZJ FINAL FEE APP**

PACHULSKI STANG ZIEHL JONES LLP

150 CALIFORNIA STREET, 15TH FLOOR

SAN FRANCISCO, CA 94111

415-263-7000

SF\_78046v1

Case 09-30938-elpl1 Doc 1385 Filed 09/13/11



**CERTIFICATE OF SERVICE**

I, Adriana Zaragoza, declare as follows:

I am employed in the County of San Francisco, State of California. I am over the age of eighteen years and am not a party to this action. My business address is 150 California Street, 15<sup>th</sup> Floor, San Francisco, California.

I certify that on September 13, 2011, I served, **via first class mail**, a full and correct copy of the foregoing ***Application for Final Compensation by Pachulski Stang Ziehl & Jones LLP*** on the parties of record, addressed as follows:

**See attached service list.**

I also certify that on September 13, 2011, I caused to be served the above-described document by means of electronic transmission of the Notice of Electronic Filing through the Court's transmission facilities, for parties and/or counsel who are registered ECF Users.

I swear under penalty of perjury that the foregoing is true and correct to the best of my knowledge, information, and belief.

Executed on September 13, 2011, at San Francisco, California.

\_\_\_\_\_  
/s/  
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